



Please see attached audited financial statements for SunLight Energy Group, from the Company's inception on September 1, 2016, to present. During this period, the Company utilized the services of a third-party energy supplier called Box Online, which is licensed to do business in Pennsylvania (<http://www.brokeronlinexchange.com>). Its explicit purpose is to interface with energy suppliers, enter into authorized brokerage contracts, and provide a commission to independent agents who source the transactions and customers.

As of August 31, the Company had earned approximately \$700,000 in future commissions. However, this type of commission is not accrued on the Company's books until paid. Thus the net losses of the Company's early period (September 1, 2016 to June 30, 2017) should be viewed in light of the forthcoming commissions. Additional information can be provided.

# FINANCIAL STATEMENTS

SunLight Energy Group  
Year Ended December 31, 2016  
with Report of Independent Auditors

SunLight Energy Group  
Financial Statement  
Year Ended December 31, 2016

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## Report of Independent Auditors

The Manager  
SunLight Energy Group

We have audited the accompanying financial statements of SunLight Energy Group (the Company), which comprise the statement of financial condition, as of December 31, 2016, and the related statements of operations and changes in members' capital for the year then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in conformity with U.S. generally accepted accounting principles; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SunLight Energy Group at December 31, 2016, and the results of its operations and changes in its members' capital for the year then ended in conformity with U.S. generally accepted accounting principles.

A handwritten signature in blue ink, appearing to read 'J. Williams', is positioned above the printed name.

Jessie Williams, CPA  
jmWilliams CPA, LLP

July 24, 2017

SunLight Energy Group  
Statement of Financial Condition  
December 31, 2016

**Assets**

Cash and cash equivalents	<u>\$24,072</u>
Total assets	<u><u>24,072</u></u>

**Liabilities and members' capital**

Due to partner	<u>100,000</u>
Total liabilities	<u>100,000</u>

Members' capital	<u>(75,928)</u>
Total liabilities and members' capital	<u><u>\$24,072</u></u>

*The accompanying notes are an integral part of these financial statements.*

SunLight Energy Group  
Statement of Operations  
December 31, 2016

**Expenses**

Guaranteed Payments	60,000
Professional fees and other expenses	1,026
Marketing	2,437
Information Technology	1,929
Travel Expense	6,253
Parking Expenses	1,500
Business Development	995
Telecommunication	894
Office Supplies	511
Rent	383
	<hr/>
Total expenses	<u><u>\$(75,928.00)</u></u>

*The accompanying notes are an integral part of these financial statements.*

SunLight Energy Group  
Statement of Change in Member Capital  
December 31, 2016

	<u><b>Total</b></u>
Members' capital at beginning of year	\$ -
Net income/(loss)	<u>(75,928)</u>
Members' capital at end of year	<u><u>\$(75,928)</u></u>

*The accompanying notes are an integral part of these financial statements.*



SunLight Energy Group  
Notes to the Financial Statements  
December 31, 2016

## **1. Organization**

SunLight Energy Group is an energy broker company formed by professionals from the finance and energy businesses to provide mid-market clients with energy-related consulting, cost reduction strategies, and favorable gas/electric supply contracts in deregulated markets. The company acts as an intermediary between energy providers and non-residential energy consumers, by assisting businesses with their energy-related decisions. In return for their services, the company earns brokerage or consulting fees.

## **2. Summary of Significant Accounting Policies**

### **Basis of Presentation**

The accompanying financial statements have been prepared in accordance with United States ("U.S.") generally accepted accounting principles ("US GAAP") and are stated in U.S. dollars.

### **Use of Estimates**

The preparation of the financial statements in accordance with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from such estimates.

### **Cash and cash equivalents**

All cash and cash equivalents balances represent deposits in interest bearing accounts and overnight deposits held by one major financial institution. As December 31, 2016, there were no overnight deposits.

### **Note Payable**

Short-term loans payable at September 1, 2017, consisted of loan payable to Lexington DG, LLC. The interest rate applicable to the short-term loan payable is 1.22% on September 1, 2017. Cash disbursements are agreed to be made in three equal disbursement of \$100,00 on August 29, 2016, January 6, 2017; and May 5, 2017.

### **Taxation**

For Federal and state income tax purposes, the Company is treated as a partnership and as such is not subject to U.S. Federal, state and local income tax. Therefore, no provision for Federal and state income tax is recorded. Instead, each member includes the Company's taxable profits or losses in its tax or information returns. The Manager periodically evaluates tax positions that the Company has taken, expects to take or that are otherwise relevant to the

Company for purposes of determining whether any relevant tax positions would “more-likely-than-not” be sustained by the applicable tax authority. As of December 31, 2016, the Company did not have any unrecognized tax liabilities in accordance with FASB’s ASC 740, Income Taxes. If the Company were required to recognize interest and penalties, if any, related to unrecognized tax benefits this would be recognized as income tax expense on the statement of operations.

**Going Concern**

Management is not aware of any material uncertainties that may cast significant doubt upon the Company’s ability to continue as a going concern; therefore, the financial statements continue to be prepared on a going concern basis.

# FINANCIAL STATEMENTS

SunLight Energy Group  
Year Ended June 30, 2017  
with Report of Independent Auditors

SunLight Energy Group  
Financial Statement  
Year Ended June 30, 2017

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## Report of Independent Auditors

The Manager  
SunLight Energy Group

We have audited the accompanying financial statements of SunLight Energy Group (the Company), which comprise the statement of financial condition, as of June 30, 2017, and the related statements of operations and changes in members' capital for the year then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in conformity with U.S. generally accepted accounting principles; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of SunLight Energy Group at June 30, 2017, and the results of its operations and changes in its members' capital for the year then ended in conformity with U.S. generally accepted accounting principles.

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Jessie Williams, CPA  
jmWilliams CPA, LLP

July 24, 2017

SunLight Energy Group  
Statement of Financial Condition  
June 30, 2017

**Assets**

Cash and cash equivalents	57,333
Account Receivables	<u>3,927</u>
Total assets	<u><u>61,260</u></u>

**Liabilities and members' capital**

Due to partner	<u>300,000</u>
Total liabilities	<u>300,000</u>

Members' capital	<u>(238,739)</u>
Total liabilities and members' capital	<u><u>61,261</u></u>

*The accompanying notes are an integral part of these financial statements.*

SunLight Energy Group  
Statement of Operations  
June 30, 2017

**Income**

Brokage Fees	1,700	
Training	3,900	
Total Income		<u>\$5,600</u>

**Expenses**

Business Development	641	
Business Licenses and Permits	620	
Dues and Subscriptions	99	
Guaranteed Payments	90,000	
Information Technology	2,039	
Marketing	4,090	
Office Supplies	319	
Other Expenses	1,239	
Professional fees and other expenses	37,831	
Rent	620	
Telecommunication	1,075	
Travel Expense	29,838	
Total expenses		<u>\$(168,411)</u>
Net Income (loss)		<u>\$(162,811)</u>

The accompanying notes are an integral part of these financial statements.



SunLight Energy Group  
Statement of Change in Member Capital  
June 30, 2017

	<u>Total</u>
Members' capital at beginning of year	\$(75,928)
Net income/(loss)	<u>(162,811)</u>
Members' capital at end of year	<u>\$(238,739)</u>

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SunLight Energy Group  
Notes to the Financial Statements  
June 30, 2017

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